

**Abstract**

Systems and methods for computing performance parameters of securities portfolios are described. In one embodiment, a method of computing a performance parameter of a first portfolio includes providing baseline portfolios, computing a financial return measure for each of the portfolios, computing a quality measure for each different security included in the portfolios, and computing the performance parameter for the first portfolio based on the quality measures and the relative weights of the securities included in the first portfolio. The securities can include one or more of a bond, a currency, a commodity, a futures contract, an option contract, and a stock, and the portfolios can include mutual funds.